

STATE OF WISCONSIN Division of Hearings and Appeals

In the Matter of



DECISION

Case #: FOO - 175829

PRELIMINARY RECITALS

Pursuant to a petition filed on July 28, 2016, under Wis. Admin. Code § HA 3.03(1), to review a decision by the Dane Cty. Dept. of Human Services regarding FoodShare benefits (FS), a hearing was held on August 30, 2016, by telephone.

The issue for determination is whether the agency erred in its reduction of petitioner's FS from \$137 to \$87 effective 9/1/16.

There appeared at that time the following persons:

PARTIES IN INTEREST:

Petitioner:



Respondent:

Department of Health Services 1 West Wilson Street, Room 651 Madison, WI 53703

By:

Dane Cty. Dept. of Human Services 1819 Aberg Avenue Suite D Madison, WI 53704-6343

ADMINISTRATIVE LAW JUDGE:

John P. Tedesco Division of Hearings and Appeals

FINDINGS OF FACT

1. Petitioner (CARES #) is a resident of Dane County.

- 2. Petitioner receives FS as a one-person household. He received \$137 in FS in June, 2016.
- 3. Petitioner had a review by telephone on July 20, 2016. He reported that heat and electricity are included in the rent. Previously, petitioner's case has budgeted utilities being paid by petitioner rather than his landlord.
- 4. The Department changed its policy toward counting shelter expenses in the FS determination. Previously all FS households received a \$450 utility expense. The policy changed to provide that only expenses actually paid by the household can be counted.
- 5. Based on the new information provided by petitioner regarding utilities being included as part of his monthly rent, the agency recalculated his FS allotment.
- 6. The agency issued a new notice to petitioner on 7/21/16 informing him that his FS would be reduced from \$137 to \$87.
- 7. Petitioner filed a timely request for hearing.

DISCUSSION

In determining the amount of FS to be issued each month, the county must budget all of the recipient's nonexempt income. 7 C.F.R. §273.9(b). From that income, certain deductions are allowed. The deductions include a standard deduction. 7 C.F.R. §273.9(d)(1); FS Handbook, Appendix 4.6.2. Another deduction is the earned income deduction, which equals 20% of the household's total earned income. 7 C.F.R. §273.9(d)(2); FS Handbook, App. 4.6.3. A third possible deduction is for medical expenses exceeding \$35 in a month for elderly or disabled persons. 7 C.F.R. §273.9(d)(3); FS Handbook, App. 4.6.4. A fourth deduction is for child/dependent care. 7 C.F.R. §273.9(d)(4); FS Handbook, App. 4.6.6. The final deduction is for shelter expenses; the deduction is equal to the excess expense above 50% of net income remaining after other deductions. 7 C.F.R. §273.9(d)(5); FS Handbook, App. 4.6.7.

Prior to the federal 2014 Farm Bill the Wisconsin Department of Administration issued an annual energy assistance payment of \$1 to all FS households who were not already receiving energy assistance. This policy allowed Wisconsin to grant all FS households the Heating Standard Utility Allowance of \$450. Actual utility usage did not matter.

The 2014 Farm Bill changed this practice. The 2014 Farm Bill requires a household to have received an energy assistance payment of greater than 20 to receive the 450 utility standard. 7 U.S.C. 2014(e)(6)(C)(ii)(I). Therefore households that do not receive energy assistance receive the utility standard based on the utility obligation actually incurred by the household. Petitioner did not receive energy assistance and has no utility obligations.

I must conclude that the agency correctly reduced petitioner's FS. The change was due to a change in policy that was forced by federal FS law. However, the Division of Hearings and Appeals does not have authority to order a higher FS amount than the amount calculated by the FS rules.

CONCLUSIONS OF LAW

The agency correctly reduced petitioner's FS due to a reduction in his shelter expense.

THEREFORE, it is

ORDERED

That the petition for review herein be and the same is hereby dismissed.

REQUEST FOR A REHEARING

You may request a rehearing if you think this decision is based on a serious mistake in the facts or the law or if you have found new evidence that would change the decision. Your request must be **received** within 20 days after the date of this decision. Late requests cannot be granted.

Send your request for rehearing in writing to the Division of Hearings and Appeals, 5005 University Avenue, Suite 201, Madison, WI 53705-5400 **and** to those identified in this decision as "PARTIES IN INTEREST." Your rehearing request must explain what mistake the Administrative Law Judge made and why it is important or you must describe your new evidence and explain why you did not have it at your first hearing. If your request does not explain these things, it will be denied.

The process for requesting a rehearing may be found at Wis. Stat. § 227.49. A copy of the statutes may be found online or at your local library or courthouse.

APPEAL TO COURT

You may also appeal this decision to Circuit Court in the county where you live. Appeals must be filed with the Court **and** served either personally or by certified mail on the Secretary of the Department of Health Services, 1 West Wilson Street, Room 651, **and** on those identified in this decision as "PARTIES IN INTEREST" **no more than 30 days after the date of this decision** or 30 days after a denial of a timely rehearing (if you request one).

The process for Circuit Court Appeals may be found at Wis. Stat. §§ 227.52 and 227.53. A copy of the statutes may be found online or at your local library or courthouse.

Given under my hand at the City of Madison, Wisconsin, this 23rd day of September, 2016

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John P. Tedesco Administrative Law Judge Division of Hearings and Appeals



State of Wisconsin\DIVISION OF HEARINGS AND APPEALS

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The preceding decision was sent to the following parties on September 23, 2016.

Dane Cty. Dept. of Human Services
Division of Health Care Access and Accountability